

**Metropolitan West Review**  
**For the Year Ending March 31, 2006**

**Services Currently Provided**

Metropolitan West (MetWest) is currently providing securities lending services for the following asset categories:

- U.S. Treasury and Agency
- Domestic Equities

**Portfolio Management Style**

MetWest attempts to match term loans (liabilities) with individual securities (assets). This allows them to lock in the spread between the underlying term loans and the invested securities without assuming interest rate risk.

**Reporting**

MetWest's monthly reports are clear and easy to understand.

Staff continues to use a consolidated reporting package which standardizes the information received from all agents.

**Violations**

There were no policy violations during the period under review.

**Overall Comments**

Met West has successfully met the objective of the program, which is to realize value from the lending of securities.